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FORT WAYNE MARKET NEWS

United States Department of Agriculture
 Consumer and Marketing Service
 Dairy Division
 Federal Order No. 47

1122 South Harrison Street
 Fort Wayne, Indiana 46802
 Telephone: 742-7401
 Area Code: 219

Issued Pursuant to Sections 1047.22(i) and 1047.85(a)

Vol. 12, No. 5

May 1968

APRIL UNIFORM PRICE \$4.88

Dairy farmers who delivered Grade "A" milk to handlers subject to the Fort Wayne milk order in April 1968 will receive a minimum uniform price of \$4.88 per hundredweight for milk testing 3.5%, subject to a butterfat differential of 7.8 cents. The minimum price is also subject to a 4 cents per hundredweight marketing service deduction to nonmembers, authorized hauling charges, and location differentials.

The \$4.88 price for April 1968 is 15 cents below the March 1968 price, but 26 cents above the April 1967 price. The April 1968 Uniform price was reduced by 20 cents per cwt. under the "Louisville Plan" provisions of the Order. One-third of the total amount withheld will be paid to producers in each of the months of September, October, and November.

APRIL PRODUCER RECEIPTS AND UTILIZATION

There were 854 approved producers who shipped 24,458,409 pounds of milk to the Fort Wayne market during April 1968 of which 17,863,294 pounds or 73.0% was utilized in Class I by 10 pooled handlers. Class I utilization was down 0.5% from March. On a volume bases, production was down 0.5% and Class I utilization of producer milk was down 1.2% from March 1968.

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MAY CLASS I PRICE \$5.73

SEP 12 1969

The effective basic formula price, as established by the amendment to §1047.50 of the Fort Wayne order, of \$4.33 was increased by the standard differential of \$1.20 and further increased by a special 20 cents adjustment to establish the May Class I price of \$5.73. This price of \$5.73 is 28 cents above the April 1968 Class I price, and 28 cents more than the May 1967 price. No supply-demand adjustment was made for May 1968.

PERCENTAGES IN EACH CLASS (Announced May 10, 1968)

The Market Administrator announced the following utilization percentages for the month of April for use in allocating bulk milk receipts from other Federal markets.

	<u>Class I</u>	<u>Class II</u>
Skim	73%	27%
Butterfat	62%	38%

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FORT WAYNE MILK MARKET NEWS
UTILIZATION AND CLASSIFICATION OF ALL MILK RECEIPTS

CLASS I MILK	April 1968 Reported		April 1967 Audited	
	Milk Pounds	BF Pounds	Milk Pounds	BF Pounds
Fluid Milk	12,368,487	420,093	11,330,171	392,639
Regular Skim Milk	537,440	4,468	229,964	958
2% Skim Milk	4,152,242	84,387	3,112,528	64,665
Buttermilk	156,830	2,802	135,230	2,078
Flavored Milk	310,292	10,174	325,656	11,311
Flavored Drink	238,624	5,751	263,560	6,363
Cream Mixtures	182,114	20,276	155,078	18,684
Light Cream	1,369	261	1,589	301
Heavy Cream	20,517	7,233	11,704	4,001
Sour Cream	24,750	4,515	25,240	4,594
Sub Total	17,992,665	559,960	15,590,720	505,594
Plus Unaccounted For	5,505	5,505	27,006	1,843
Gross Total Class I Milk	17,998,170	565,465	15,617,726	507,437
Less Other Source Receipts	37,382	3,186	238,792	10,278
Less Overages	896	-0-	-0-	-0-
Less Beginning Inventory	96,598	-0-	-0-	-0-
CLASS I PRODUCER MILK IN POOL	17,863,294	562,279	15,378,934	497,159
CLASS II MILK				
Sales to Nonpool Plants	5,313,265	309,651	6,613,815	333,182
Class II Production	1,092,593	33,127	968,369	29,672
Dumped or Livestock Feed	73,694	1,093	246,882	1,539
Ending Inventory	2,020,498	76,858	1,894,920	75,803
Class II Shrinkage	246,260	10,316	210,869	12,704
Gross Total Class II Milk	8,746,310	431,045	9,934,855	452,900
Less Other Source Receipts	41,975	637	29,856	817
Less Overages	257	257	2,086	-0-
Less Beginning Inventory	2,108,963	84,589	1,624,753	61,735
CLASS II PRODUCER MILK IN POOL	6,595,115	345,562	8,278,160	390,348
TOTAL PRODUCER MILK IN BOTH CLASSES	24,458,409	907,841	23,657,094	887,507

MISCELLANEOUS INFORMATION

	April 1968	April 1967	April 1966
Daily Class I Milk (Lbs.)	599,939	520,591	605,230
Current Month Compared With:		+ 15.2%	- 0.9%
Production per Farm per Day	955	1,024	954
Current Month Compared With:		- 6.7%	+
Gross Class I Milk to Producer Milk	73.6%	66.0%	76.7%
Pool Value of Producer Milk	\$1,283,495	\$1,187,376	\$1,106,014
Value of Producer Milk per Farm	\$ 1,503	\$ 1,542	\$ 1,337
Butter-Skim Powder Price	\$ 4.11	\$ 3.91	\$ 3.47
Wisconsin-Minnesota Plant Average	\$ 4.18	\$ 3.98	\$ 3.64

RECEIPTS AND CLASSIFICATION OF PRODUCER MILK
(By Months and Monthly Averages)

Month or Year	CLASS I			CLASS II			PRODUCER RECEIPTS (100%)		
	Product Pounds	Per- cent	Ave. Test	Product Pounds	Per- cent	Ave. Test	Product Pounds	Ave. Test	No. of Producers
1963	14,700,734	74.2	3.49	5,109,190	25.8	4.63	19,809,924	3.74	872
1964	16,008,651	73.0	3.43	5,915,491	27.0	4.70	21,924,142	3.73	876
1965	16,562,057	73.4	3.42	6,042,282	26.6	4.55	22,604,339	3.72	859
<u>1966</u>									
Jan.	17,593,281	70.7	3.40	7,298,991	29.3	4.97	24,892,272	3.86	873
Feb.	16,266,393	74.7	3.36	5,522,392	25.3	5.20	21,788,785	3.83	830
Mar.	17,971,483	75.0	3.39	5,991,128	25.0	4.89	23,962,611	3.77	823
Apr.	17,657,213	74.6	3.32	6,007,504	25.4	4.93	23,664,717	3.73	827
May	15,722,015	75.1	3.35	5,221,953	24.9	4.66	20,943,968	3.67	697
Jun.	14,339,195	74.2	3.32	4,986,169	25.8	4.09	19,325,364	3.52	659
Jul.	15,030,446	68.4	3.29	6,937,251	31.6	3.88	21,967,697	3.48	798
Aug.	15,954,868	71.7	3.31	6,289,027	28.3	4.00	22,243,895	3.51	826
Sep.	16,689,226	76.2	3.38	5,213,105	23.8	4.35	21,902,331	3.61	864
Oct.	16,904,683	72.5	3.33	6,424,569	27.5	5.01	23,329,252	3.79	861
Nov.	15,631,460	77.3	3.32	4,579,495	22.7	5.97	20,210,955	3.92	764
Dec.	15,696,951	73.6	3.38	5,617,956	26.4	5.60	21,314,907	3.97	750
Ave.	16,288,101	73.6	3.35	5,840,795	26.4	4.80	22,128,896	3.72	798
<u>1967</u>									
Jan.	16,944,425	70.9	3.28	6,941,093	29.1	5.47	23,885,518	3.92	798
Feb.	14,699,039	72.8	3.29	5,499,412	27.2	5.57	20,198,451	3.91	756
Mar.	16,904,275	72.2	3.28	6,505,853	27.8	5.40	23,410,128	3.87	816
Apr.	15,378,934	65.0	3.23	8,278,160	35.0	4.72	23,657,094	3.75	770
May	16,257,253	65.2	3.28	8,672,264	34.8	4.48	24,929,517	3.70	761
Jun.	14,813,159	62.1	3.24	9,031,619	37.9	4.11	23,844,778	3.57	767
Jul.	14,921,658	65.5	3.20	7,851,128	34.5	4.22	22,772,786	3.55	766
Aug.	15,643,940	72.7	3.21	5,873,802	27.3	4.47	21,517,742	3.55	761
Sep.	17,002,946	81.8	3.27	3,795,628	18.2	5.54	20,798,574	3.68	872
Oct.	16,970,455	78.1	3.29	4,770,402	21.9	5.67	21,740,857	3.82	841
Nov.	16,768,032	76.2	3.33	5,244,489	23.8	5.84	22,012,521	3.93	925
Dec.	16,676,225	69.4	3.32	7,365,626	30.6	5.33	24,041,851	3.94	949
Ave.	16,081,695	71.0	3.27	6,652,456	29.0	5.07	22,734,151	3.77	815
<u>1968</u>									
Jan.	17,812,640	73.1	3.26	6,549,277	26.9	5.76	24,361,917	3.93	882
Feb.	16,963,904	72.5	3.16	6,451,959	27.5	5.67	23,415,863	3.85	864
Mar.	18,068,773	73.5	3.14	6,516,671	26.5	5.64	24,585,444	3.80	839
Apr.	17,863,294	73.0	3.15	6,595,115	27.0	5.24	24,458,409	3.71	854

ORDER NO. 47 PRICES - 3.5% BASIS
(By Months and Monthly Averages)

Month or Year	Basic Formula Price	CLASS I			CLASS II	UNIFORM	BUTTERFAT DIFFERENTIALS		
		Differ- ential	Supply Demand	Milk Price	Milk Price	Milk Price	Class I	Class II	Pro- ducer
1963	3.10	1.20	---	4.30	3.10	4.00	.072	.067	.071
1964	3.17	1.20	---	4.37	3.16	4.05	.074	.068	.072
1965	3.26	1.20	+ .03	4.49	3.22	4.16	.072	.069	.071
1966									
Jan.	3.47	1.20	.00	4.67	3.21	4.24	.076	.068	.073
Feb.	3.47	1.20	+ .02	4.69	3.31	4.36	.071	.071	.071
Mar.	3.58	1.20	+ .02	4.80	3.40	4.46	.074	.073	.074
Apr.	3.68	1.20	+ .02	4.90	3.47	4.54	.076	.072	.075
May	3.64	1.20	+ .02	4.90#	3.56	4.19*	.075	.073	.074
Jun.	3.65	1.20	+ .08	4.93#	3.67	4.23*	.076	.076	.076
Jul.	3.977§	1.20	+ .10	5.277	4.05	4.92	.079	.082	.080
Aug.	4.05	1.20	+ .14	5.39	4.20	5.07	.085	.084	.085
Sep.	4.26	1.20	+ .14	5.60	4.29	5.57*	.088	.086	.087
Oct.	4.34	1.20	+ .12	5.66	4.02	5.45*	.090	.079	.086
Nov.	4.26	1.20	+ .10	5.56	3.99	5.42*	.083	.078	.081
Dec.	4.26	1.20	.00	5.46	3.92	5.07	.081	.076	.079
Ave.	3.89	1.20	+ .06	5.15	3.76	4.79	.080	.077	.078
1967									
Jan.	4.26	1.20	- .02	5.44	3.92	5.02	.080	.076	.078
Feb.	4.26	1.20	- .02	5.44	3.91	5.04	.080	.076	.078
Mar.	4.15	1.20	- .02	5.33	3.91	4.93	.080	.076	.078
Apr.	4.15	1.20	- .02	5.33	3.91	4.62*	.080	.076	.078
May	4.05	1.40	.00	5.45	3.91	4.65*	.080	.076	.078
Jun.	4.05	1.40	.00	5.45	3.91	4.61*	.080	.076	.078
Jul.	4.05	1.40	+ .02	5.47	3.91	4.93	.080	.076	.078
Aug.	4.05	1.40	+ .06	5.51	3.94	5.08	.080	.077	.079
Sep.	4.05	1.40	+ .08	5.53	3.93	5.52*	.080	.077	.079
Oct.	4.05	1.40	+ .06	5.51	3.91	5.42*	.081	.077	.080
Nov.	4.05	1.40	+ .10	5.55	3.91	5.40*	.080	.076	.079
Dec.	4.05	1.40	+ .04	5.49	3.96	5.01	.080	.078	.079
Ave.	4.10	1.33	+ .02	5.46	3.92	5.02	.080	.076	.078
1968									
Jan.	4.05	1.40	.00	5.45	3.91	5.01	.081	.076	.079
Feb.	4.05	1.40	.00	5.45	3.91	5.01	.080	.076	.078
Mar.	4.05	1.40	.00	5.45	3.91	5.03	.080	.076	.078
Apr.	4.05	1.40	.00	5.45	4.11	4.88*	.080	.076	.078
May	4.33	1.40	.00	5.73			.080		
Jun.			+ .02						

* "Louisville" plan in effect.

§ Weighted Average.

Class I Price May and June 1966 not to be less than April 1966.

FEDERAL MILK MARKET ADMINISTRATOR
FORT WAYNE, INDIANA MARKETING AREA

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Consumer and Marketing Service
Dairy Division
Federal Order No. 47

1122 South Harrison Street
Fort Wayne, Indiana 46802
Telephone: 742-7401
Area Code: 219

COMPUTATION OF UNIFORM PRICE
(Based on reports of 10 Handlers)
April 1968

	<u>Milk Pounds</u>	<u>Average Test</u>	<u>Class Prices At Test</u>	<u>Total Value</u>	<u>% of Pounds</u>
Class I Producer Milk	17,863,294	3.1477	\$5.16814	\$ 923,200.49	73.04
Class II Producer Milk	<u>6,595,115</u>	5.2397	5.43215	<u>358,256.29</u>	<u>26.96</u>
Total Producer Milk	24,458,409	3.7118		\$1,281,456.78	100.00
Other Source Milk Priced Cl. I	<u>6,897</u>			<u>462.77</u>	
Total	24,465,306	3.7122		\$1,281,919.55	
Add: Value of Overage				222.79	
Add: Value of Inventory Reclassified				<u>1,352.37</u>	
Total Pool Value				\$1,283,494.71	
Less: Butterfat Adjustment to 3.5% Milk				40,486.13	
Add: 1/2 Unobligated Balance in Producer-Settlement Fund				<u>10,878.48</u>	
Adjusted Value				\$1,253,887.06	
Less: Other Source Milk Priced Class I At Weighted Average Price of \$5.08 Cwt.				350.37	Rate Per
Less: Producer Pounds (24,458,409 @ 20 Cwt.)				<u>48,916.82</u>	<u>Cwt.</u>
Sub Total				\$1,204,619.87	\$4.9251767
Less: Producer-Settlement Fund Reserve				<u>11,049.51</u>	<u>.0451767</u>
ANNOUNCED UNIFORM PRICE FOR 3.5% MILK				<u>\$1,193,570.36</u>	<u>\$4.88</u>

COMPUTATION OF PRODUCER BUTTERFAT DIFFERENTIAL

	<u>Butterfat</u>	<u>Differentials</u>	<u>Weighted Amount</u>
Class I	562,279	\$ 0.080	\$44,982.32
Class II	<u>345,562</u>	<u>0.076</u>	<u>26,262.71</u>
Total	907,841	\$ 0.078	\$71,245.03

The announced uniform price (f.o.b. pool plants at which no location adjustments are applicable) of \$4.88 for 3.5% milk is subject to adjustment by the producer butterfat differential of \$0.078 for each 1/10 percent of butterfat over or under 3.5%. This price is also subject to the applicable marketing service deduction, location adjustments, and authorized hauling charges.

MINIMUM PRODUCER PRICES AT BUTTERFAT TEST FOR APRIL 1968

<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>
3.25	\$4.685	3.70	\$5.036	4.15	\$5.387	4.60	\$5.738
3.30	4.724	3.75	5.075	4.20	5.426	4.65	5.777
3.35	4.763	3.80	5.114	4.25	5.465	4.70	5.816
3.40	4.802	3.85	5.153	4.30	5.504	4.75	5.855
3.45	4.841	3.90	5.192	4.35	5.543	4.80	5.894
3.50	<u>4.88</u>	3.95	5.231	4.40	5.582	4.85	5.933
3.55	4.919	4.00	5.270	4.45	5.621	4.90	5.972
3.60	4.958	4.05	5.309	4.50	5.660	4.95	6.011
3.65	4.997	4.10	5.348	4.55	5.699	5.00	6.050

R. J. Connolly
Market Administrator

May 10, 1968

AMENDMENT TO THE FORT WAYNE ORDER

A Final Decision and Order on proposed amendments to the Fort Wayne milk order was issued on April 25, 1968. This order effective May 1, 1968 amended sections 1047.50 and 1047.51 to read as follows:

1. In §1047.50, the last sentence is changed to read as follows: "For the purpose of computing Class I prices from the effective date hereof through April 1969, the basic formula price shall not be less than \$4.33."

2. In §1047.51, the text of paragraph (a) preceding subparagraph (1) is changed to read as follows:

"(a) Class I milk price. The price for Class I milk shall be the basic formula price for the preceding month plus \$1.20 plus 20 cents through April 1969, and plus or minus a "supply-demand adjustment" of not more than 38 cents computed pursuant to subparagraphs (1) and (2) of this paragraph:"

NORTH TEXAS ORDER HANDLER INDICTED FOR FILING FALSE REPORTS WITH MARKET ADMINISTRATOR

A Grand Jury in Dallas, Texas, recently indicted a regulated handler, Lyles Milk, Inc., J. J. Lyles and his wife, Mrs. Ruby Lyles, owners, on a six-count criminal indictment under Title 18, United States Code, Section 1001.

The defendants are charged with knowingly filing false, fictitious, and fraudulent reports of receipts and utilization with the market administrator. Allegedly receipts of milk powder were not reported and milk sales were understated.

The above cited statute provides for a maximum penalty of a \$10,000.00 fine and five years imprisonment for each count.

MEMPHIS HEARING ON FILLED OR IMITATION MILK

The hearing to consider proposals on the classification and pricing of filled or imitation milk, originally held at Memphis, Tennessee on February 19, 1968, and which was recessed to enable the development of more information concerning the substitute products and their impact on markets and milk prices, is now scheduled to reconvene at the Chisca Plaza Hotel, in Memphis, on May 21, 1968.